

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

G-20471A - Payson Division
SemStream Arizona Propane, LLC
200 W. Longhorn Road
Payson AZ 85541

RECEIVED

APR 14 2011
ACC UTILITIES DIRECTOR

ANNUAL REPORT
Gas

FOR YEAR ENDING

12	31	2010
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FOR COMMISSION USE

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4-14-11

COMPANY INFORMATION

Company Name (Business Name) SenStream Arizona Propane LLC - Payson Division

Mailing Address 200 W. Longhorn Rd
(Street)

Payson AZ 85541
(City) (State) (Zip)

928 474-2294 928 474-0909
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address Dmann @ semgroupcorp.com

Local Office Mailing Address 200 W Longhorn Rd
(Street)

Payson AZ 85541
(City) (State) (Zip)

928 474-2294 928-474-0909
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address Dmann @ semgroupcorp.com

MANAGEMENT INFORMATION

Regulatory Contact:

Management Contact: Douglas R Mann General Manager
(Name) (Title)

200 W. Longhorn Rd Payson AZ 85541
(Street) (City) (State) (Zip)

928 474 2294 928-474-0909
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address Dmann @ semgroupcorp.com

On Site Manager: Douglas R Mann
(Name)

200 W Longhorn Rd Payson AZ 85541
(Street) (City) (State) (Zip)

928 474-2294 928-474-0909
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address: Dmann @ semgroupcorp.com

Statutory Agent: Douglas R Mann
(Name)

200 W. Longhorn Rd Payson AZ 85541
(Street) (City) (State) (Zip)

928-474-2294 928 474-0909
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: Michael M Grant Gallagher + Kennedy
(Name)

2575 E Camelback Rd Phoenix AZ 85091
(Street) (City) (State) (Zip)

602 530 8291 602 530-8500
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address mmg@gknet.com

OWNERSHIP INFORMATION

Check the following box that applies to your company:

<input type="checkbox"/> Sole Proprietor (S)	<input type="checkbox"/> C Corporation (C) (Other than Association/Co-op)
<input type="checkbox"/> Partnership (P)	<input type="checkbox"/> Subchapter S Corporation (Z)
<input type="checkbox"/> Bankruptcy (B)	<input type="checkbox"/> Association/Co-op (A)
<input type="checkbox"/> Receivership (R)	<input checked="" type="checkbox"/> Limited Liability Company
<input type="checkbox"/> Other (Describe) _____	

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

<input type="checkbox"/> APACHE	<input type="checkbox"/> COCHISE	<input type="checkbox"/> COCONINO
<input checked="" type="checkbox"/> GILA	<input type="checkbox"/> GRAHAM	<input type="checkbox"/> GREENLEE
<input type="checkbox"/> LA PAZ	<input type="checkbox"/> MARICOPA	<input type="checkbox"/> MOHAVE
<input type="checkbox"/> NAVAJO	<input type="checkbox"/> PIMA	<input type="checkbox"/> PINAL
<input type="checkbox"/> SANTA CRUZ	<input type="checkbox"/> YAVAPAI	<input type="checkbox"/> YUMA
<input type="checkbox"/> STATEWIDE		

SERVICES AUTHORIZED TO PROVIDE

Check the following box(es) for the services that you are authorized to provide:

Gas

Natural Gas

Propane

Other (Specify) _____

STATISTICAL INFORMATION

GAS UTILITIES ONLY

Total number of customers	7513
Residential	6985
Commercial	744
Industrial	84
Irrigation	
Resale	
Total therms sold	3,278,507 therms
Residential	2,308,801
Commercial	438,431
Industrial	531,275
Irrigation	
Resale	

COMPANY NAME: *SemStream Arizona Propane LLC Payson Division*

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-311.B	Termination with Notice R14-2-311.C	OTHER
JANUARY		1	
FEBRUARY		10	
MARCH		17	
APRIL		11	
MAY		21	
JUNE		15	
JULY		11	
AUGUST		12	
SEPTEMBER		17	
OCTOBER		14	
NOVEMBER		2	
DECEMBER		1	
TOTALS →		132	

OTHER (description):

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED
APR 11 2011
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) <u>Gila</u>
NAME (OWNER OR OFFICIAL) TITLE <u>Douglas R Mann</u>
COMPANY NAME <u>SemStream Arizona Pipeline LLC - Payson Div.</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$ <u>6,244,928</u>

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 500,574
IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

Douglas R. Mann
SIGNATURE OF OWNER OR OFFICIAL
928 474 2294
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME Joanna Jones

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

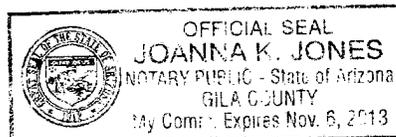
THIS 13th DAY OF

(SEAL)

COUNTY NAME <u>Gila</u>
MONTH <u>April</u> .20 <u>11</u>

Joanna K Jones
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES Nov. 6, 2013



**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

RECEIVED
2011-01-27
ACCUTILITIES DIRECTOR

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) <i>Gila</i>	
NAME (OWNER OR OFFICIAL) <i>Douglas R Mann</i>	TITLE <i>General Manager</i>
COMPANY NAME <i>SanStream Arizona Propane LLC - Payson Division</i>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2010 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ <u>4623039</u>
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(THE AMOUNT IN BOX AT LEFT INCLUDES \$ 370796 IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED.

Douglas R Mann

SIGNATURE OF OWNER OR OFFICIAL

928 474 2294

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS 13th DAY OF
(SEAL)

NOTARY PUBLIC NAME <i>Joanna Jones</i>	
COUNTY NAME <i>Gila</i>	
MONTH <i>April</i>	.20 <u>11</u>

MY COMMISSION EXPIRES

OFFICIAL SEAL
JOANNA K. JONES
NOTARY PUBLIC - State of Arizona
GILA COUNTY
My Comm. Expires Nov. 6, 2013

Joanna K Jones

SIGNATURE OF NOTARY PUBLIC

FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2010) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

SemStream Arizona Propane, LP
Payson Division
Income Statement
For the year ending December 31, 2010

Sales	5,878,925
Cost of Sales	<u>3,532,477</u>
Gross Profit (Loss)	2,346,448
Operation Expenses	951,353
G&A Expenses	<u>862,413</u>
EBITDA	\$ 532,682
Interest	6,129
Depreciation	475,894
Amortization	<u>642,999</u>
Net Income (Loss)	<u><u>\$ (592,340)</u></u>

SemStream Arizona Propane, LP
Payson Division
Balance Sheet
As of December 31, 2010

ASSETS

Current Assets:

Cash and Cash Equivalents	2,335,974	
Accounts Receivable	138,804	
Accrued Gas Receivables	910,171	
Inventory	97,789	
Deferred Purchased Gas Costs	1,258,571	
Prepaid Items	102,274	
Other Current Assets	-	
	<hr/>	
Total Current Assets		4,843,583

Property Plant and Equipment:

Gross Property, Plant and Equipment	7,813,349	
Less Accumulated Depreciation	(522,718)	
	<hr/>	
Net Property, Plant and Equipment		7,290,631

Other Long Term Assets:

Goodwill	3,555,760	
Other non-current assets-offset of CIAC	513,020	
Other Intangibles (net	3,506,000	
Other Long Term Asset	12,013	
	<hr/>	
Total Other Long Term Assets		7,586,793

Total Assets		<u>19,721,007</u>
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LIABILITIES

Current Liabilities:

Accounts Payable	13,478	
Intercompany payables	1,393,912	
Deferred Purchased Gas Costs - Unbilled	654,889	
Accrued Liabilities	138,286	
Customer Deposits	101,464	
	<hr/>	
Total Current Liabilities		2,302,029

Contributions in Aid of Construction - net		<hr/> 489,564
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Total Liabilities		2,791,593
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Retained Earnings - prior year	(392)	
Net Income	(592,340)	
Contributed Capital	17,522,146	
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Total Retained Earnings		16,929,414

Total Liabilities and Equity		<u>19,721,007</u>
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